



State of Utah

Department of **Natural Resources**

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA Division Director JON M. HUNTSMAN, JR. Governor

GARY R. HERBERT Lieutenant Governor

Representatives Present During the Inspection:					
Company	Dennis Ware Controller				
OGM	Joe Helfrich Environmental Scientist III				

Inspection Report

Permit Number:	C0070038			
Inspection Type:	COMPLETE			
Inspection Date:	Thursday, June 15, 2006			
Start Date/Time:	6/15/2006 9:30:00 AM			
End Date/Time:	6/15/2006 2:00:00 PM			
Last Inspection:	Tuesday, May 23, 2006			

Inspector: Joe Helfrich, Environmental Scientist III

Weather: overcast 65

InspectionID Report Number: 984

Accepted by: whedberg 7/6/2006

Permitee: PLATEAU MINING CORP Operator: PLATEAU MINING CORP

Site: WILLOW CREEK MINE

Address: PO BOX 30, HELPER UT 84526-0030

County: CARBON

Permit Type: PERMANENT COAL PROGRAM

Permit Status: ACTIVE

Current Acreages

Total Permitted	14,670.00	
Total Disturbed	176.35	
Phase I		
Phase II		
Phase III		

Mineral Ownership

Types of Operations ✓ Federal ✓ Underground State Surface ✓ Loadout County Processing Other Reprocessing

Report summary and status for pending enforcement actions, permit conditions, Division Orders, and amendments:

The purpose of this site visit was to conduct a partial inspection of the Willow Creek mine. Phase 1 bond release of the Schoolhouse Refuse site (45.6 acres) and Phase III bond release of the Price River Water Improvement District (PRWID), 46.2 acres has been reviewed under Task ID #2424. The information was previously reviewed under Task ID #2344. The bond release inspection for these areas was completed on May 11, 2006 and is pending OSM concurrence. The phase III bond release application for the mine facilities area was received on May 9th. The review was completed on June 2nd and the Bond release inspection was completed on June 8th. No off site impacts were noted during this inspection. There are also 1.2 acres in Barn Canyon that were not disturbed, and therefore not reclaimed, that have been included in the Phase III bond release application. The area remains undisturbed as of the date of this inspection and should be included as part of the application.

Inspector's Signature:

6nmental Scientist III

Inspector ID Number: 1

Note: This inspection report does not constitute an affidavit of compliance with the regulatory program of the Division of Oil, Gas and Mining.

1594 West North Temple, Suite 1210, PO Box 145801, Salt Lake City, UT 84114-5801 telephone (801) 538-5340 • facsimile (801) 359-3940 • TTY (801) 538-7458 • www.ogm.utah.gov Date

Tuesday, June 20, 2006

Permit Number: C0070038 Inspection Type: COMPLETE

Inspection Date: Thursday, June 15, 2006

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REVIEW OF PERMIT, PERFORMANCE STANDARDS PERMIT CONDITION REQUIREMENTS

- 1. Substantiate the elements on this inspection by checking the appropriate performance standard. a. For COMPLETE inspections provide narrative justification for any elements not fully inspected unless element is not appropriate to the site, in which case check Not Applicable.
 b. For PARTIAL inspections check only the elements evaluated.
- 2. Document any noncompliance situation by reference the NOV issued at the appropriate performance standard listed below.
- Reference any narratives written in conjunction with this inspection at the appropriate performace standard listed below.
 Provide a brief status report for all pending enforcement actions, permit conditions, Divison Orders, and amendments.

		Evaluated	Not Applicable	Comment	Enforcement
1.	Permits, Change, Transfer, Renewal, Sale	~		Y	
2.	Signs and Markers	✓		✓	
3.	Topsoil	V			
4.a	Hydrologic Balance: Diversions	~		Y	
4.b	Hydrologic Balance: Sediment Ponds and Impoundments	V		V	
4.c	Hydrologic Balance: Other Sediment Control Measures	~		V	
4.d	Hydrologic Balance: Water Monitoring	V		V	
4.e	Hydrologic Balance: Effluent Limitations	~		✓	
5.	Explosives		✓		
6.	Disposal of Excess Spoil, Fills, Benches		✓		
7.	Coal Mine Waste, Refuse Piles, Impoundments	✓		•	
8.	Noncoal Waste	V		V	
9.	Protection of Fish, Wildlife and Related Environmental Issues	✓			
10.	Slides and Other Damage	✓			
11.	Contemporaneous Reclamation		✓		
12.	Backfilling And Grading	✓		✓	
13.	Revegetation	✓		V	
14.	Subsidence Control		✓		
15.	Cessation of Operations	~			
16.2	a Roads: Construction, Maintenance, Surfacing	~			
16.Ł	Roads: Drainage Controls	✓			
17.	Other Transportation Facilities		✓		
18.	Support Facilities, Utility Installations	✓		V	
19.	AVS Check		V		
20.	Air Quality Permit		V		
21.	Bonding and Insurance	V		V	
22.	Other		V		

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1. Permits, Change, Transfer, Renewal, Sale

The five year permit renewal was completed on 4/24/2006 and expires 4/24/2011.

2. Signs and Markers

Signs with the required information were posted at the entrances to the reclaimed areas.

4.a Hydrologic Balance: Diversions

Diversions and culverts throughout the site were inspected. They were in good repair and functioning adequately.

4.b Hydrologic Balance: Sediment Ponds and Impoundments

The sediment pond 001A was inspected on 5/11/2006 by Lane Jensen from Earthfax Engineering. The structure was stable and showed no signs of weakness or hazards. At the time of this inspection, the pond was dry. The refuse pile was also inspected on 5/11/2006. The structure was stable and showed no signs of weakness or hazards. The raw water pond has also been certified as requested for phase III bond release.

4.c Hydrologic Balance: Other Sediment Control Measures

The roughening techniques used during reclamation were functioning adequately at the time of this inspection.

4.d Hydrologic Balance: Water Monitoring

Hard copies of the water monitoring data for the first quarter of 2006 were available for review at the Willow Creek mine office. Sites B25, B151, B26, B3N, B5 and B6 were sampled on 3/28/2006. The data was uploaded into the Division's data base on 6/15/2006. An increase in TSS of 221 mg/l was noted between sites B151, Willow Creek 3 miles above the mine and B3N , and Willow Creek above the power plant. The increase in TSS was most likely attributed to the additional contributing watersheds to Willow Creek above the mine site as there were no apparent sources of sediment contribution from the disturbed area. It was suggested that the monitoring points for the mine site be adjusted to coincide with the reclaimed portions of the operation.

4.e Hydrologic Balance: Effluent Limitations

The UPDES permit is valid through 4/30/2008 and includes point 001 for the sediment pond. DMR's were current through April of 2006 showing no discharge.

7. Coal Mine Waste, Refuse Piles, Impoundments

The Schoolhouse Canyon refuse pile was inspected on 5/22/06. According to the inspection report prepared by Lane Jensen, there were no signs of structural weakness or hazards.

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8. Noncoal Waste

The mine facilities and reclaimed areas were void of any non coal waste.

12. Backfilling And Grading

Reclaimed seeded areas within the bond release areas appeared stable; no erosion was apparent.

13. Revegetation

The vegetation on the reclaimed areas is progressing nicely.

18. Support Facilities, Utility Installations

Support facilities left for PRWID were checked against the As-Built map 3.4-13 AB. A pre-existing road to a water tank was noted on the slopes just south of the mouth of Schoolhouse Canyon. Based upon information provided in Volume 5, Ex. 7, Map 7-1, this tank was pre-existing and not within the disturbed area of the Willow Creek Mine.

21. Bonding and Insurance

The surety bond is in the amount of \$7,866,000 and the liability insurance is current through 7/30/2006.